GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:7213
ANSWERED ON:13.05.2005
NON-BANKING FINANCIAL INSTITUTIONS
Murmu Shri Rupchand

Will the Minister of FINANCE be pleased to state:

(a) whether the Registration Certificate of some Non-banking Finance Companies of West Bengal have been cancelled by the Government in the year 2004-2005;

(b) if so, the details of these non-banking financial companies, District-wise; and

(c) the reasons for the cancellation of the registration certificate ?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) & (b) :- Yes, Sir. The Certificate of Registration (CoR) of 25 Non-Banking Finance Companies (NBFCs) of West Bengal has been cancelled by Reserve Bank of India (RBI) from January 2004 till date. All the NBFCs whose CoRs were cancelled, are having their registered office in Kolkata.

(c):- RBI have further reported that the financials of two companies were not satisfactory and the management did not have any action plan for revival or restructuring of the companies and repayment of deposits. Seven companies were converted into Non Banking Non Financial Companies. Sixteen NBFCs had merged with various companies. Hence, their CoRs were cancelled.